

Volume No. 1 - Policies & Procedures	TOPIC NO.	20215
Function No. 20000 — General Accounting	TOPIC	INVESTMENT OF FUNDS
Section No. 20200 – Cash Receipts Accounting	DATE	June 1998

Table of Contents

Overview.....	2
Procedures.....	2
Contacts	3

Volume No. 1 - Policies & Procedures	TOPIC NO.	20215
Function No. 20000 — General Accounting	TOPIC	INVESTMENT OF FUNDS
Section No. 20200 – Cash Receipts Accounting	DATE	June 1998

Overview

Introduction The Department of the Treasury (Treasury) is responsible for investing the funds of the Commonwealth. Treasury's Division of Cash Management and Investments has specific expertise in the investment of funds. Treasury is able to negotiate high quality investment products at the most advantageous rates by taking advantage of the size of the Commonwealth's consolidated portfolio.

Policy Treasury, under authority of Section 2.1-185 of the Code of Virginia (1950), as amended, is responsible for the investment of state funds. As noted in Section 2.1-180, the investment of local or non-State funds shall be the responsibility of the agency or institution. Sections 2.1-327 through 329.01 address the subject of legal investments for all public entities. Only investments specifically permitted can legally be included in public entity portfolios.

Procedures

Introduction Written investment guidelines, approved by its oversight board or governing board, should be in place for any agency or institution which engages in investment management transactions. These guidelines should take into account each entity's liquidity needs and risk tolerances as well as the more traditional measures relating to permitted investments.

Code of Virginia Section 2.1-234.1 through 2.1-234.9 authorizes the Commonwealth Treasury Board to administer a Local Government Investment Pool (LGIP) for the benefit of public entities of the Commonwealth in their investment of public funds. The objective of the LGIP is to provide public investors, through a specialized money market fund, a cost effective investment vehicle which offers high current income and liquidity while accomplishing its primary objective of preservation of principal. For more detailed information and for obtaining an LGIP Investment Circular, call 1-800-643-7800, or within the Richmond area 786-1156.

Volume No. 1 - Policies & Procedures	TOPIC NO. 20215
Function No. 20000 — General Accounting	TOPIC INVESTMENT OF FUNDS
Section No. 20200 – Cash Receipts Accounting	DATE June 1998

Contacts

Treasury Contact

Investment Officer (804) 225-3166

LGIP Investment Circular 1-800-643-7800

Subject Cross References

References

Not Applicable